



ARKANSAS
Department of Environmental Quality

March 30, 2011

Jerry Alexander
Quanico Oil & Gas, Inc.
P. O. Box 1714
El Dorado, AR 71730

RE: Permit No.: 0062-WG-SW AFIN: 70-00194
McAdoo No. 6 & Carroll No. 2 SWD System

Dear Mr. Alexander:

The Department has received your response to the November 22, 2010 inspection of your facility by our District Field Inspector, Connery Salter. Your letter appears to adequately address the discrepancies identified during the visit. The Department assumes the corrective actions taken will be maintained to ensure consistent compliance with the requirements of the permit. Acceptance of this response by the Department does not preclude any future enforcement action deemed necessary at this site or any other site.

The Department will keep the inspection and response on file. If future violations occur that require enforcement action, the Department will consider the inspection and response as required by the Pollution Control and Ecology Commission Regulation No. 7, Civil Penalties. This regulation requires the Department to consider the past history of your site and how expeditiously the violations were addressed in determining any civil penalty that may be necessary for any future violations.

If we need further information concerning this matter, we will contact you. Thank you for your attention to this matter. Should you have any questions, feel free to contact me at 501-683-3475 or you may e-mail me at carlsonm@adeq.state.ar.us.

Sincerely,

A handwritten signature in black ink, appearing to read "Michelle Carlson", followed by a stylized flourish.

Michelle Carlson
Enforcement Analyst
Water Division Enforcement Branch